

DAILY MARKETS OVERVIEW

6 JANUARY 2019

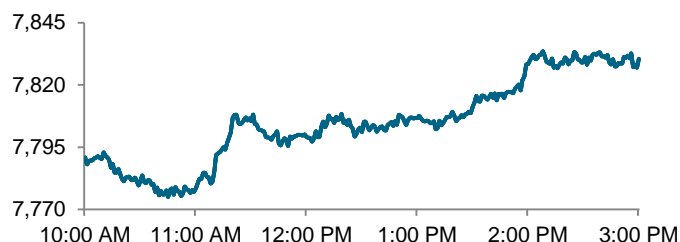
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,830	0.5	1.0	0.0	16.9
Saudi (NOMU)	2,566	-0.1	5.1	1.8	8.6
Energy	4,815	0.5	0.0	-0.7	18.3
Materials	5,242	0.7	0.6	-0.2	16.3
Capital Goods	3,872	-0.1	-0.9	-0.7	22.1
Com. & Prof. Svc	4,144	0.4	-0.6	0.2	17.7
Transportation	3,491	0.3	-0.1	0.4	20.3
Cons. Durables & Apparel	3,666	0.0	0.0	0.1	NA
Consumer Services	2,969	1.0	2.1	0.7	NA
Media	10,211	1.0	-0.5	0.3	NA
Retailing	6,843	-0.1	0.2	-0.3	32.7
Food & Staples Retailing	5,919	0.3	-0.1	-0.4	24.1
Food & Beverages	3,902	0.7	1.3	0.4	NA
Health Care Equipment	3,728	-0.6	0.2	-0.8	20.1
Pharma, Biotech & Life Science	3,958	2.6	2.6	2.0	27.6
Banks	7,221	0.5	1.6	0.1	12.9
Diversified Financials	3,458	0.8	0.8	-0.6	NA
Insurance	4,203	0.3	1.4	0.7	NA
Telecommunication	5,541	1.6	3.1	2.5	18.5
Utilities	3,391	0.5	1.0	0.6	NA
REITs	3,650	0.5	1.2	0.7	NA
Real Estate	3,176	-0.6	-1.2	-1.5	23.1

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Al-Ahlia Insurance Co.	12.38	7.7%	32.2
Saudi Advanced Industries Co.	13.20	4.1%	19.4
Leejam Sports Co.	61.30	3.0%	62.2
Alkhaleej Training and Education Co.	13.50	2.9%	7.3
Saudi Marketing Co.	16.52	2.6%	4.5

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Al-Baha Investment and Development Co.	8-Jan-19
Basic Chemical Industries Co.	9-Jan-19
United International Transportation Co.	9-Jan-19
Saudi Pharmaceutical Industries and Medical Appliances Corp.	10-Jan-19
Buruj Cooperative Insurance Co.	14-Jan-19
Al Abdullatif Industrial Investment Co.	16-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 6, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.5% higher at 7,830 while NOMU ended 0.1% lower at 2,566 on Thursday. TASI traded value totaled SAR 1.9bn and averaged SAR 2.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 39% of the daily traded value.
- Banks and Materials closed 0.5% and 0.7% higher, respectively. Telecom gained 1.6%. Pharma, Biotech & Life Science (up 2.6%) was the best performer. Among stocks, Al-Ahlia Insurance Co. (8140/ALAHLIA AB), Saudi Advanced Industries Co. (2120/SAIC AB), and Leejam Sports Co. (1830/LEEJAM AB) led the gainers.
- KSA's trade surplus rose to SAR 70.3bn (USD 18.7bn) in October 2018 compared to SAR 32.2bn (USD 8.9bn) in the same month last year. (Source: Argam)
- The Saudi Arabian Monetary Authority's (SAMA) revealed that deposits at banks operating in KSA increased by 1.5% Y/Y or SAR 24.3bn (USD 6.5bn), to SAR 1.62tn (USD 433bn) in November 2018, from SAR 1.59tn (USD 426bn). (Source: Zawya)
- KSA's Cabinet approved the maritime commercial regulations. The provisions of the new maritime commercial system are to be applied on domestic and foreign ships that dock on KSA's ports or marine areas. (Source: Argam)
- KSA plans to build a 100,000 square-metre entertainment complex in Riyadh. The Saudi Entertainment Ventures Company, a wholly owned subsidiary of the Public Investment Fund, plans to build the complex on Riyadh's Eastern Ring Road at the intersection of King Abdullah Road. (Source: Arabian Business)
- National Commercial Bank (1180/NCB AB) and Riyadh Bank (1010/RIBL AB) are seeking advisers for a potential merger that would create the Gulf region's third-biggest lender with USD 182bn (SAR 683bn) in assets. (Source: Arabian Business)
- Airedale International Air Conditioning has been awarded a USD 1.3mn (SAR 4.9mn) export order to supply specialized air-conditioning units for Riyadh Metro. The Airedale 'EasiCool' units for the metro are designed for precision applications and will be used to cool the server rooms incorporated in the new metro stations currently under construction. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Amana Cooperative Insurance Co.	23.58	-2.8%	28.4
Saudi Chemical Co.	30.35	-2.1%	3.0
The Qassim Cement Co.	31.80	-1.9%	4.8
Saudi Enaya Cooperative Insurance Co.	21.40	-1.8%	14.8
Arabian Cement Co.	22.10	-1.8%	1.6

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	117.20	1.0%	195
Al Rajhi Bank	87.50	0.8%	188
Alinma Bank	23.38	1.6%	151
Saudi Fisheries Co.	72.80	0.8%	134
Leejam Sports Co.	61.30	3.0%	62

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,526	0.2	2.3	-0.1	8.5
Abu Dhabi (ADX)	4,898	0.6	1.4	-0.3	13.2
Kuwait (KSE)	5,222	0.4	1.2	0.7	18.4
Qatar (QE)	10,350	0.7	0.6	0.5	15.3
Oman (MSM)	4,276	-0.6	-1.6	-1.1	10.1
Bahrain (BSE)	1,326	-0.3	0.3	-0.9	8.6
DJMENA Index	557	0.6	1.0	5.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,532	3.4	1.9	1.0	17.3
US (NASDAQ 100)	6,739	4.3	2.3	1.6	19.3
UK (FTSE 100)	6,837	2.2	1.5	1.6	15.7
Germany (DAX)	10,768	3.4	2.0	2.0	11.9
France (CAC 40)	4,737	2.7	1.2	0.1	14.6
Russia (MICEX)	2,407	1.3	2.0	2.0	5.3
Japan (Nikkei)	19,562	-2.3	-2.3	-2.3	13.5
Hong Kong (HSI)	25,626	2.2	0.5	-0.8	9.7
South Korea (KOSPI)	2,010	0.8	-1.5	-1.5	9.7
China (SHCOMP)	2,515	2.0	0.8	0.8	11.8
India (NIFTY)	10,727	0.5	-1.2	-1.2	21.9
Brazil (IBOV)	91,841	0.3	4.5	4.5	20.4
Turkey (BIST 100)	88,831	1.6	-1.8	-2.7	6.4
Egypt (EGX30)	13,265	0.0	2.2	1.8	11.8
MSCI Emerging Markets	965	1.6	0.2	-0.1	11.6
MSCI World	1,904	2.8	1.8	1.1	15.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	57.1	2.0	9.3	6.1	-16.2
Natural Gas (\$/mmbtu)	3.0	3.4	-7.8	3.5	0.8
Gold (\$/oz)	1,285	-0.7	0.3	0.2	-2.8
Silver (\$/oz)	15.7	-0.3	2.1	1.3	-8.9
Platinum (\$/oz)	823	3.1	4.0	3.4	-14.7
Copper (\$/t)	5,897	3.2	-1.5	-0.9	-17.5
Zinc (\$/t)	2,510	2.3	0.7	-0.3	-25.8
Lead (\$/mt)	1,936	-0.4	-4.8	-3.6	-24.8
Wheat (\$/bu)	517	0.6	1.1	2.7	3.0
Corn (\$/bu)	383	0.9	2.0	2.1	-2.8
Sugar (\$/lb)	11.9	2.1	-3.7	-0.8	-25.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.80	0.01	0.00	0.00
Saudi Arabia	2.97	0.00	0.00	0.17
UAE	2.93	0.00	0.10	0.13
Kuwait	2.38	0.00	0.06	-0.43
Qatar	2.93	0.01	0.03	0.13
Bahrain	3.95	0.00	0.00	1.15

Source: Reuters

NOTES: (1) Prices updated as of January 6, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Friday. S&P 500 gained 3.4% while NASDAQ closed 4.3% higher. Dow Jones Industrial gained 3.3%. In Europe, UK and Germany closed 2.2% and 3.4% higher, respectively, while France gained 2.7%.
- Asian markets ended mixed on Friday. China gained 2.0%. Japan closed 2.3% lower, while South Korea gained 0.8%. Hong Kong and India ended 2.2% and 0.5% higher, respectively.
- GCC markets ended mixed on Thursday. Dubai and Abu Dhabi gained 0.2% and 0.6%, respectively. Kuwait gained 0.4% while Qatar closed 0.7% higher. Bahrain and Oman ended 0.3% and 0.6% lower, respectively.
- US jobless claims for the week ended December 29 stood at 231K (prior: 221K; consensus: 217K). (Source: Econoday)
- According to the US EIA Petroleum status report, crude oil inventories were flat (prior 0.0mn barrels) for the week ended December 28. (Source: Econoday)
- OPEC oil supply fell in December by the largest amount in almost two years, as KSA made an early start to a supply-limiting accord. OPEC pumped 32.68 million barrels per day last month down 460,000 bpd from November and the largest M/M drop since January 2017. (Source: Zawya)
- The International Monetary Fund (IMF) revealed that the outlook for the UAE economy is highly positive despite global headwinds with the country's real gross domestic product (GDP) is expected to grow 3.7% this year. (Source: Trade Arabia)
- UAE banks, including their subsidiaries and affiliates, invested around AED 53bn (USD 14.4bn) in the UK in the January-September period of 2018. Total investments of the Emirati lenders across the globe amounted to AED 693 billion (USD 189bn) for the same period. (Source: Zawya)
- The Special Economic Zone Authority in Duqm (Sezad) signed an agreement with Dhofar Fisheries and Food Industries Company for land to develop a factory for fish packaging and canning. The OMR 10mn (USD 26mn) project will also produce fish oil. (Source: Trade Arabia)
- The UAE's Ministry of Economy revealed that up to 540,359 business activity licenses were issued in the UAE by the end of December 2018, up 1.6% from August of the same year. (Source: Trade Arabia)
- The Dubai Electricity and Water Authority (Dewa) signed an agreement with Germany-based TÜV Rheinland AG. The memorandum of understanding (MoU) aims to establish a framework that will enhance cooperation and knowledge exchange between both parties. (Source: Trade Arabia)
- Damac Properties (DAMAC UH) awarded an AED 353mn (USD 96.1mn) contract to Arabtec Construction for the construction works at two luxury residential towers, Reva Residences and Vera Residences. (Source: Arabian Business)

Coming Up

- China's Consumer Price Index (CPI) for December 2018 (prior: -0.3% M/M; 2.2% Y/Y) will be announced on January 9. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 4 (prior: 0.0mn barrels) will be announced on January 9. (Source: Econoday)
- US jobless claims for the week ended January 5 (prior: 231K; consensus: 222K) will be announced on January 10. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

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